



May 14, 2014

Item No. 7

**APPROVAL OF RATIFICATION OF A CONTRACT MODIFICATION
FOR CONTRACT 11117 FIRE LANE RENOVATION AT 2960 S. FEDERAL**

To the Honorable Board of Commissioners:

RECOMMENDATION

It is recommended that the Board of Commissioners approve the attached Resolution to approve ratification of a \$19,419.16 of contract modification for contract 11117 Fire Lane Renovation at 2960 S. Federal with the following contractor:

General Contractor	Project	Contract	Original Contract Value	Current Contract Value	Contract Modifications to be Approved (May Board)	% of Contract - This Change Order	Cumulative Change Order Total	All Change Orders as a Cumulative % of Original Contract	Cumulative Amount Over \$100,000?	Revised Contract Amount
Pan-Oceanic Engineering Co.	Fire Lane Renovation @ 2960 S. Federal	11117	\$1,437,500.00	\$1,526,186.68	\$19,419.16	1.35%	\$108,105.84	7.52%	Yes	\$1,545,605.84
Cumulative Total					\$ 19,419.16					

The Interim Director and Deputy Chief of the Capital Construction Department, the Office of the General Counsel and the Department of Procurement and Contracts have completed all necessary due diligence to support the submission of this initiative and recommend the approval of this item accordingly.

CORPORATE MISSION

Ensure that CHA's housing portfolio is safe, decent and sustainable.

FUNDING

General Fund

GENERAL BACKGROUND /EXPLANATION

The Significant Actions Policy states, in part: "Board approval must be obtained prior to CHA incurring liabilities in excess of \$100,000. Modernization activities, change orders, or cumulative change orders in excess of 5% of the contract amount or \$100,000, whichever is greater, must receive Board approval."

The contract modification associated with the above contract is required to address the following issues:

GENERAL CONTRACTOR	CONTRACT NO.	MODIFICATION	AMOUNT	REASON FOR MODIFICATION
Pan-Oceanic Engineering Co.	11117	Repair an undermined collapsed storm water sewer in the emergency fire lane	\$19,419.16	Emergency Discovered Condition
Cumulative Total			\$19,419.16	

The Capital Construction Department has verified that the amount to perform the work by the contractor was within an acceptable range of the CHA's Independent Cost Estimate.

The Board action recommended in this item complies in all material respects with all applicable Chicago Housing Authority Board policies and all applicable federal (HUD) procurement laws.

The Interim Director and Deputy Chief of the Capital Construction Department concur with the recommendation to approve \$19,419.16 of contract modifications for the various above-referenced Chicago Housing Authority projects with the contractor.

The CEO/President also recommends the approval of these contract modifications.

RESOLUTION NO. 2014-CHA-47

WHEREAS, the Board of Commissioners has reviewed the Board Letter dated May 14, 2014 entitled "APPROVAL OF THE RATIFICATION OF A CONTRACT MODIFICATION FOR CONTRACT 11117 FIRE LANE RENOVATION AT 2960 S. FEDERAL";

THEREFORE, BE IT RESOLVED BY THE CHICAGO HOUSING AUTHORITY

THAT the Board of Commissioners hereby approves the ratification of a \$19,419.16 contract modification for contract 11117 Fire Lane Renovation at 2960 S. Federal with the following contractor:

General Contractor	Project	Contract	Original Contract Value	Current Contract Value	Contract Modifications to be Approved (May Board)	% of Contract - This Change Order	Cumulative Change Order Total	All Change Orders as a Cumulative % of Original Contract	Cumulative Amount Over \$100,000?	Revised Contract Amount
Pan-Oceanic Engineering Co.	Fire Lane Renovation @ 2960 S. Federal	11117	\$1,437,500.00	\$1,526,186.68	\$19,419.16	1.35%	\$108,105.84	7.52%	Yes	\$1,545,605.84
Cumulative Total					\$ 19,419.16					

This item is subject to the Contractor's compliance with the CHA's MBE/WBE/DBE, Section 3 and insurance requirements.

